

February 11, 1976

the Banking, Commerce and Insurance Committee relating to corporations. To provide that a corporation may limit or deny voting rights to certain classes of stock.

PRESIDENT: Senator Warner.

SENATOR WARNER: Mr. President, I move that the bill be adopted. What this is, this was brought to my attention a few days ago by a firm here in town and under the current statute common stock cannot be issued unless it is also voting stock. Our Constitution was changed and the reason our current Nebraska Business Corporation Act states that is that the Constitution did not permit it prior to 1972, and in 1972, the Constitution was changed which makes this permissible and primarily it would be used in estate planning, particularly family corporations, where if the parents wished to retain control, they could still transfer common stock to their children or the heirs, at least, and retain control while they are still alive but it would assist in estate planning for those purposes and I think it is essentially corrective in nature but one that ought to be introduced so it can have a public hearing to be reviewed. The Banking Department has reviewed it and it saw no problem from their point of view.

PRESIDENT: Shall this bill be introduced? Record your vote. Record.

CLERK: 30 ayes, 0 nays.

PRESIDENT: The bill is introduced.

CLERK: Mr. President, new bills, LB 999 introduced by the Urban Affairs Committee and signed by the members thereof. Read title. See page 640, Journal. Mr. President, LB 1000 introduced by the Banking, Commerce and Insurance Committee and signed by the members thereof. Read title. See page 640, Journal. Mr. President, your committee on Government to whom was referred LB 630 instructs me to report the same to the Legislature the recommendation it be advanced to General File as amended. Mr. President, an explanation of vote. Had I been present, I would have voted "aye" on LR 106. Signed Senator Mills.

PRESIDENT: The Chair recognizes Senator Burbach. Are you through, Mr. Clerk? All right.

SENATOR BURBACH: Mr. President and members of the Legislature, because of our time schedule of being back at 1 o'clock, I believe we must pass up LB 666, a constitutional amendment. I am sure we couldn't complete our work by noon so I move we adjourn until 9 o'clock tomorrow morning.

PRESIDENT: You have heard the motion. All in favor say aye. Contrary say nay. We are adjourned until 9 a.m. tomorrow.